

KONOPNICKI FLOOR AMENDMENT

HOUSE OF REPRESENTATIVES AMENDMENTS TO H.B. 2507

(Reference to printed bill)

1 Page 1, between lines 1 and 2, insert:

2 "Section 1. Section 35-311, Arizona Revised Statutes, is amended to  
3 read:

4       35-311. State board of investment: membership: powers and  
5                   duties

6       A. A state board of investment is established consisting of the state  
7 treasurer, the director of the department of administration, the  
8 superintendent of financial institutions and two individuals appointed by the  
9 state treasurer, one of whom shall have verifiable expertise in investment  
10 management and one of whom shall represent a public entity with current  
11 deposits in a local government investment pool. The state treasurer shall be  
12 chairman of the board. The board shall keep an accurate record of its  
13 proceedings. A certified copy of the record is prima facie evidence of the  
14 matters appearing in the record in any court. A meeting of the board may be  
15 called at any time by the chairman or a majority of the board members.

16       B. The state board of investment shall:

- 17           1. Hold regular monthly meetings.
- 18           2. Review investments of treasury monies.

19       3. Serve as trustees of the permanent state land funds and provide  
20 management of the assets of the funds consistent with the requirements of  
21 article X, section 7, Constitution of Arizona.

22       4. SERVE AS TRUSTEES OF ANY ENDOWMENTS ESTABLISHED BY SECTION  
23 35-314.03.

24       C. The state treasurer shall furnish to the board of investment at its  
25 regular monthly meeting a report of the performance of current investments  
26 and a report of the current investments as of the close of business of the  
27 preceding month. The state treasurer shall make these reports available for  
28 inspection by the public during normal working hours at the office of the  
29 state treasurer for a period of time of not less than two years after the  
30 date of the report.

1           D. The board of investment may order the state treasurer to sell any  
2       of the securities, and any order shall specifically describe the securities  
3       and fix the time period during which they are to be sold. Securities so  
4       ordered to be sold shall be sold for cash by the state treasurer at the  
5       current market price. The state treasurer and the members of the board are  
6       not accountable for any loss occasioned by sales of securities at prices  
7       lower than their book value. Any loss shall be charged against earnings  
8       received from interest or capital gains on the applicable treasury monies.

9           E. The board may establish standards in addition to those established  
10      by section 35-317, subsection A for the qualification of agents acting  
11      pursuant to section 35-317, subsection B."

12     Renumber to conform

13     Page 1, line 7, after "REINVEST" insert "TRUST"

14       Line 8, strike "INCLUDING" insert "AND"

15       Line 9, after "35-314" insert a period; strike remainder of line; strike lines  
16       10 through 12

17       Line 17, after "OF" strike remainder of line; strike lines 18 through 39, insert  
18       "SECTION 35-314."

19     Reletter to conform

20       Strike lines 42 through 45

21       Strike page 2, insert:

22           "E. THE GOVERNING BODY OF ANY POLITICAL SUBDIVISION, PUBLIC TRUST OR  
23       PUBLIC ENTITY, INCLUDING TRIBAL NATIONS MAY, BY THE ADOPTION OF A RESOLUTION  
24       OF CONTINUING EFFECT, AUTHORIZE AND REQUEST THE STATE TREASURER TO INVEST  
25       TRUST MONIES INTO A LONG-TERM ENDOWMENT AND SET FORTH THE TERMS OF THE  
26       DISTRIBUTIONS FROM SUCH ENDOWMENT FOR THE GOVERNING BODY PURSUANT TO THIS  
27       SECTION."

28     Amend title to conform

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BILL KONOPNICKI

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